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### FORM X-17A-5 PART III

SEC FILE NUMBER
8-43494

FACING PAGE

#### Information Required of Brokers and Dealers Pursuant to Section 17 of the Securities Exchange Act of 1934 and Rule 17a-5 Thereunder

REPORT FOR THE PERIOD BEGINNING 10/01/2018 AND ENDING 09/30/2019  
MM/DD/YY MM/DD/YY

#### A. REGISTRANT IDENTIFICATION

NAME OF BROKER-DEALER: <u>JDL Securities Corporation</u>	OFFICIAL USE ONLY	
ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.) <u>1001 Dove Street, Ste 160</u>	FIRM I.D. NO.	
(No. and Street)		
<u>Newport Beach</u>	<u>CA</u>	<u>92660</u>
(City)	(State)	(Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT <u>Reny Greenleaf</u>	<u>949-752-5206</u>
(Area Code - Telephone Number)	

#### B. ACCOUNTANT IDENTIFICATION

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*  
Goldman & Company, CPAs, P.C.

(Name - if individual, state last, first, middle name)

<u>3535 Roswell Rd., Ste 32</u>	<u>Marietta</u>	<u>GA</u>	<u>30062</u>
(Address)		(State)	(Zip Code)

CHECK ONE:

- Certified Public Accountant
- Public Accountant
- Accountant not resident in United States or its possessions.

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\*Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

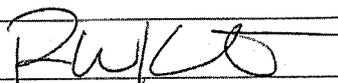
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## OATH OR AFFIRMATION

I, Robert W. Knutsen, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of JDL Securities Corporation, as of September 30th, 2019, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_

\_\_\_\_\_



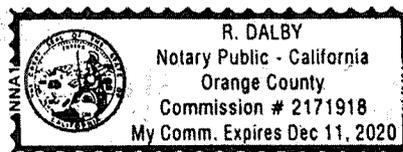
Signature

Robert W. Knutsen, CEO

Title



Notary Public



This report \*\* contains (check all applicable boxes):

- (a) Facing Page.
- (b) Statement of Financial Condition.
- (c) Statement of Income (Loss).
- (d) Statement of Changes in Financial Condition.
- (e) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- (g) Computation of Net Capital.
- (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- (j) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- (k) A Reconciliation between the audited and unaudited Statements of Financial Condition with respect to methods of consolidation.
- (l) An Oath or Affirmation.
- (m) A copy of the SIPC Supplemental Report.
- (n) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

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The accompanying notes are an integral part of these financial statements.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholder of  
JDL Securities Corporation

**Opinion on the Financial Statements**

We have audited the accompanying statement of financial condition of JDL Securities Corporation as of September 30, 2019, the related statements of income, changes in stockholder's equity and cash flows for the year ended September 30, 2019 and the related notes and schedules 1, 2 and 3 (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the financial position of JDL Securities Corporation as of September 30, 2019, and the results of its operations and its cash flows for the period then ended, in conformity with accounting principles generally accepted in the United States of America.

**Basis for Opinion**

These financial statements are the responsibility of JDL Securities Corporation's management. Our responsibility is to express an opinion on JDL Securities Corporation's financial statements based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) ("PCAOB") and are required to be independent with respect to the company in accordance with the U.S Federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. Our audit included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

**Auditor's Report on Supplemental Information**

Schedule 1- Computation of Net Capital Pursuant to SEC Rule 15c3-1, Schedule 2-Computation for Determination of Reserve Requirements Pursuant to SEC Rule 15c3-3 (exemption) and Schedule 3-Information Relating to Possession or Control Requirements Pursuant to SEC Rule 15c3-3 (exemption) have been subjected to audit procedures performed in conjunction with the audit of JDL Securities Corporation's financial statements. The supplemental information is the responsibility of JDL Securities Corporation's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, the schedule's 1, 2, and 3 are fairly stated, in all material respects, in relation to the financial statements as a whole.



We have served as the Company's auditor since 2019.

Goldman & Company, CPA's, P.C.  
Marietta, Georgia  
November 27, 2019

goldman  
& COMPANY, CPAs

**JDL SECURITIES CORPORATION**  
**STATEMENT OF FINANCIAL CONDITION**  
**SEPTEMBER 30, 2019**

ASSETS

Cash and cash equivalents:		
Cash	\$	47,494
Deposit - Clearing Agent - allowable		<u>25,010</u>
Total cash and cash equivalents		72,504
Receivables:		
Commissions and concessions - allowable	\$	223
12b(1) fees		<u>132,700</u>
Total receivables		132,923
Other assets:		
Prepaid expenses		2,981
Due from parent		24,199
CRD (flex funding) account		<u>89</u>
Total other assets		<u>27,269</u>
Total assets	\$	<u><u>232,696</u></u>

LIABILITIES AND STOCKHOLDER'S EQUITY

Current liabilities:		
Accounts payable and accrued liabilities	\$	7,941
Commissions payable - 12b(1) fees		33,200
Commissions payable - Settled trades		954
Commissions payable - Trade not settled		112
Deferred tax liability		<u>27,000</u>
Total liabilities		69,207
Stockholder's equity :		
Common stock, no par value; 100,000 shares authorized; 50,100 shares; issued and outstanding	\$	50,100
Retained earnings		<u>113,389</u>
Total stockholder's equity		<u>163,489</u>
Total liabilities and stockholder's equity	\$	<u><u>232,696</u></u>

The accompanying notes are an integral part of these financial statements.

**JDL SECURITIES CORPORATION**  
**STATEMENT OF INCOME**  
**YEAR ENDED SEPTEMBER 30, 2019**

<b>Revenues:</b>		
Commissions and concessions - See Note 3		\$ 2,209,281
Interest		<u>971</u>
<b>Total revenues</b>		<b>2,210,252</b>
<b>Expenses:</b>		
Administrative expense allocation - See Note 5	\$ 68,868	
Clearing broker fees	30,952	
Commissions	914,866	
Data processing	8,473	
Dues and subscription	13,814	
Fidelity bond	2,000	
Maintenance	539	
Meals and entertainment	151	
Miscellaneous	7,633	
Office supplies and printing	2,847	
Other expense allocation - See Note 5	33,444	
Professional fees	28,522	
Quote services	748	
Regulatory fees	21,640	
Salaries, wages and employee benefits - See note 5	490,938	
Taxes and licenses	<u>2,304</u>	
<b>Total expenses</b>		<u><b>1,627,739</b></u>
<b>Income before income taxes</b>		<b>582,513</b>
<b>Income taxes</b>		<u><b>9,320</b></u>
<b>Net income</b>		<u><b>\$ 573,193</b></u>

The accompanying notes are an integral part of these financial statements.

**JDL SECURITIES CORPORATION**  
**STATEMENT OF STOCKHOLDER'S EQUITY**  
**YEAR ENDED SEPTEMBER 30, 2019**

	<u>Common Shares</u>		<u>Common Stock</u>		<u>Retained Earnings</u>		<u>Total</u>
Balance, beginning of year	50,100	\$	50,100	\$	89,196	\$	139,296
Dividends paid	-		-		(549,000)		(549,000)
Net income	-		-		<u>573,193</u>		<u>573,193</u>
Balance, end of year	<u>50,100</u>	\$	<u>50,100</u>	\$	<u>113,389</u>	\$	<u>163,489</u>

The accompanying notes are an integral part of these financial statements.

**JDL SECURITIES CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**YEAR ENDED SEPTEMBER 30, 2019**

<b>Cash flows from operating activities:</b>		
Net income		\$ 573,193
Adjustments to reconcile net income to net cash provided by operating activities:		
Increase in receivables	(9,621)	
Increase in due from parent	(18,259)	
Decrease in CRD deposits	111	
Decrease in accounts payable	(6,199)	
Increase in commissions payable - 12b(1) fees	2,200	
Decrease in commissions payable - Settled trades	(3,954)	
Decrease in commissions payable - Trade not settled	(27)	
Increase in deferred tax liabilities	<u>5,000</u>	
Total adjustments		<u>(30,749)</u>
Net cash flows provided by operating activities		542,444
<b>Cash flows from financing activities:</b>		
Dividends paid	<u>(549,000)</u>	
Net cash flows used in financing activities		<u>(549,000)</u>
Net decrease in cash and cash equivalents		(6,556)
Cash and cash equivalents at beginning of year		<u>79,060</u>
Cash and cash equivalents at end of year		<u>\$ 72,504</u>

**SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION**

<b>Cash payments for:</b>		
Income taxes		\$ <u>800</u>

The accompanying notes are an integral part of these financial statements.

**JDL SECURITIES CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2019**

**(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**Nature of Business**

JDL Securities Corporation, (the "Company", "Firm") is a California corporation that is a securities broker-dealer and a wholly-owned subsidiary of J. Derek Lewis & Associates, Inc. (JDLA), a registered investment adviser registered with the Securities and Exchange Commission. The Firm is subject to a minimum net capital requirement of \$5,000 pursuant to SEC Rule 15c3-1 and operates pursuant to the (k)(2)(ii) exemptive provisions of SEC Rule 15c3-3. The Firm is an introducing broker/dealer and clears transactions with and for customers on a fully-disclosed basis through a clearing agent and Mutual Fund companies. The Firm's primary business consists of selling mutual funds. The Firm also conducts minimal business in over-the counter and listed securities, as well as Municipal Bonds. The Firm does not hold customer funds or securities. The Firm requires no collateral for its trade receivables.

**Method of Accounting**

The Firm maintains its books and records on the accrual basis of accounting as required by the Securities and Exchange Commission and FINRA.

**SIPC**

The SIPC assessment has been determined fairly in accordance with instructions and was remitted timely.

**Cash and Cash Equivalents**

For purposes of the statement of cash flows, the Firm considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

**Use of Estimates**

The preparation of financial statements in conformity with generally accepted accounting principles requires the use of management's estimates and assumptions that affect certain reported amounts and disclosures. Actual results could differ from those estimates.

**Revenue Recognition**

On October 1, 2018, the Company adopted ASU 2014-09 "*Revenue from Contracts with Customers*" and all subsequent amendments to the ASU (collectively, "ASC 606") using the modified retrospective method of adoption. ASC 606 created a single framework for recognizing revenue from contracts with customers that fall within its scope. Under ASC 606, revenue is recognized upon satisfaction of performance obligations by transferring control over goods or services to a customer. The adoption of ASC 606 did not result in any changes to beginning retained earnings for the year ended September 30, 2019 or net income for the preceding year-end. Services within the scope of ASC 606 include-

- a. Investment Brokerage
- b. Interest
- c. Mutual fund and 12b-1 fees

Refer to the following Revenue Recognition Note- "*Revenue from Contracts with Customers*" for further discussion on the Company's accounting policies for revenue sources within the scope of ASC 606.

**JDL SECURITIES CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS**  
**YEAR ENDED SEPTEMBER 30, 2019**

**(1) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued**

**Revenue from Contracts with Customers**

**Investment Brokerage Fees (Gross)**

The Company earns brokerage fees from its contracts with brokerage customers to transact on their account. Fees are transaction based, including trade execution services, and are recognized at the point in time that the transaction is executed, i.e., the trade date. This includes riskless principal (government and corporate bonds) transactions in which the Company receives a buy order from a customer and the Company purchases the security from another person or entity to offset the sale to the customer. Company buys the bond at a lower price than it sells it. The riskless principal revenue is earned at the time the transaction is executed.

**Mutual Fund (Pooled Investment vehicles) and 12b-1 fees**

Mutual funds or pooled investment vehicles (collectively, "funds") have entered into agreements with the Company to distribute/sell its shares to investors. Fees are paid up front and over time (12b-1 fees) on the basis of a contractual rate applied to the monthly or quarterly market value of the fund (that is, net asset value), the fund may also pay, upon investor exit from the fund (that is, a contingent deferred sales charge), or as a combination thereof. Revenue is recognized monthly as services are provided.

**Income Taxes**

The Firm files consolidated federal and state income tax returns with its parent, JDLA and is allocated a portion of the consolidated tax liability based upon its share of net income.

The Firm has adopted the provisions of FASB ASC Income Taxes-Overall-Recognition, which requires them to disclose unrecognized tax benefits as a result of tax positions taken during prior period. FASB ASC also requires the Firm to recognize any interest and penalties associated with its tax positions. Management believes, more likely than not, that tax positions taken will be sustained. The company believes that it has no uncertain tax positions.

**Impact of New Accounting Standards**

The is evaluating new accounting standards and will implement as required.

**(2) INCOME TAXES**

Income tax expense consists of the following:

	<u>Federal</u>	<u>State</u>	<u>Total</u>
Current	\$ 3,520	800	4,320
Deferred	<u>3,000</u>	<u>2,000</u>	<u>5,000</u>
Total	<u>\$ 6,520</u>	<u>2,800</u>	<u>9,320</u>

The Firm accounts for its income taxes per the Income taxes Topic of FASB ASC, and uses an asset and liability approach. The asset and liability approach requires the recognition of deferred tax liabilities and assets for the expected future tax consequences of temporary differences between the carrying amounts and the tax bases of other assets and liabilities. The deferred tax items consist primarily of the use of accrual basis for financial purposes and the cash basis for tax purposes and relates primarily to a non-allowable receivable.

**JDL SECURITIES CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS, CONTINUED**  
**YEAR ENDED SEPTEMBER 30, 2019**

**(3) COMMISSION AND CONCESSION REVENUE**

Included in commission and concession revenue in the accompanying statement of income are the following:

Commissions - Clearing agent-Investment Brokerage Fees	\$ 43,018
Concessions - Direct/Mutual Funds	41,674
Concessions - Trails-Mutual Funds	415,187
Concessions - 529 Plan-Mutual Funds	36,343
Section 12b(1) fees	<u>1,673,059</u>
 Total commission and concession revenue	 <u>\$2,209,281</u>

"Commissions - Clearing agent" are commissions from the following:

Listed /OTC	\$ 3,382
Mutual Funds	3,302
Third Market Transactions	2,023
Trails	34,221
Preferred	75
Other	<u>15</u>
 Total	 <u>\$ 43,018</u>

**(4) ACCOUNTS RECEIVABLE**

At September 30, 2019, accounts receivable totaled \$132,899 and consisted of \$132,700 12b(1) fees estimated based on averaged historical receipts and other commissions/concessions netting to \$199. The Firm has evaluated its accounts receivable and determined that it does not need a bad debt allowance as all accounts receivable are deemed collectible.

**(5) RELATED PARTY TRANSACTIONS**

**EXPENSE-SHARING AGREEMENT**

The Firm has entered into an expense-sharing agreement with its parent, JDLA. Under this agreement, certain administrative, personnel, and other expenses are initially paid by JDLA and reimbursed by the Firm. The monthly amount reimbursed by the Firm to its parent under this agreement is \$11,052. The total expensed for the year is \$132,624.

The Firm has a Payroll Processing Agreement with JDLA and pays payroll and health Insurance on behalf of JDLA. The amount reimbursed, under the terms of the agreement, for the fiscal year is \$970,250. The Firm has an amount due from JDLA of \$25,449 at September 30, 2019.

**RETIREMENT PLAN**

Effective January 1, 2013, J. Derek Lewis & Associates and its subsidiary, the Firm adopted a 401 (k) Profit Sharing Plan, "the JDLA 401(k) Profit Sharing Plan". Employees over the age of 21 and who have completed 1 month of service are eligible to participate in the 401(k) Plan. Employees have the option of making retirement contributions to their account by reducing their salary on the Pre-Tax or Roth Elective Deferral basis. The plan offers a Company Safe Harbor Match up to 4% of employee's gross salary deferral for all eligible employees. Employer contributions have a 5-year vesting schedule. As of year-end, the Firm has contributed \$49,401 to the Plan during the year.

**JDL SECURITIES CORPORATION**  
**NOTES TO FINANCIAL STATEMENTS, CONTINUED**  
**YEAR ENDED SEPTEMBER 30, 2019**

**(6) SUBSEQUENT EVENTS**

Management has evaluated subsequent events and transactions occurring after year-end through the date that the financial statements were available for issuance which was November 27, 2019. No transactions or events were found that were material enough to require recognition in the financial statements.

**(7) NET CAPITAL**

The Firm is subject to a \$5,000 minimum capital requirement pursuant to SEC Rule 15c3-1, which requires that the ratio of aggregate indebtedness to net capital shall not exceed 15 to 1. The net capital and the related net capital ratio fluctuate on a daily basis; however, as of September 30, 2019, the net capital was \$63,720 which exceeded the required minimum capital by \$58,720. The aggregate indebtedness to net capital ratio was 0.66 to 1.

**JDL SECURITIES CORPORATION**  
**COMPUTATION OF NET CAPITAL PURSUANT TO RULE 15c3-1**  
**SEPTEMBER 30, 2019**

**Schedule 1**

Total equity from statement of financial condition	\$	163,489
<b>Less non-allowable assets:</b>		
CRD (Flex Funding) deposit	\$	(89)
Prepaid expenses		(2,981)
12b(1) receivables in excess of related commissions payable		(99,500)
Due from parent		<u>(24,199)</u>
<b>Total non-allowable assets</b>		<u>(126,769)</u>
<b>Net capital before haircuts</b>		36,720
<b>Add: Deferred taxes payable</b>		<u>27,000</u>
<b>Net capital</b>	<b>\$</b>	<b><u>63,720</u></b>

**COMPUTATION OF BASIC NET CAPITAL REQUIREMENT**

Minimum net capital required (6-2/3% of aggregate indebtedness or \$5,000, whichever is greater)	\$	<u>5,000</u>
Net capital from above	\$	<u>63,720</u>
Excess net capital	\$	<u>58,720</u>

**COMPUTATION OF RATIO OF AGGREGATE INDEBTEDNESS TO NET CAPITAL**

Total liabilities (aggregate indebtedness)	\$	<u>42,207</u>
Ratio of aggregate indebtedness to net capital		<u>.66 to 1</u>
Percentage of debt to debt-equity total computed in accordance with Rule 15c3-1(d)		<u>N/A</u>

The net capital as reported in the amended unaudited Part IIA filing agrees with the audited net capital above.

**JDL SECURITIES CORPORATION  
COMPUTATION FOR DETERMINATION OF RESERVE REQUIREMENTS  
PURSUANT TO RULE 15c3-3  
SEPTEMBER 30, 2019**

**Schedule 2**

The Company is not required to prepare a Computation of Reserve Requirements pursuant to Rule 15c3-3 as it is a corporation dealing primarily in mutual funds transacted directly with the Fund. The Company does not receive or deliver customer funds or securities and is exempt pursuant to Paragraph (k)(2)(ii) of the Rule.

**JDL SECURITIES CORPORATION  
INFORMATION RELATING TO THE POSSESSION  
OR CONTROL REQUIREMENTS PURSUANT TO RULE 15c3-3**

**SEPTEMBER 30, 2019**

**Schedule 3**

**The Company is exempt from the requirements of Rule 15c3-3 Customer Protection - Reserves and custody of securities with respect to physical possession or control as set forth in the rule - as it does not receive or hold funds or securities.**

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholder  
of JDL Securities Corporation, Inc.

We have reviewed management's statements, included in the accompanying JDL Securities Corporation, Inc.'s Annual Exemption Report, in which JDL Securities Corporation, Inc. identified the following provisions of 17 C.F.R. §15c3-3(k) under which JDL Securities Corporation, Inc. claimed an exemption from 17 C.F.R. §240.15c3-3: k(2)(ii) (the "exemption provisions") and JDL Securities Corporation, Inc. stated that JDL Securities Corporation, Inc. met the identified exemption provisions throughout the most recent fiscal year without exception. JDL Securities Corporation, Inc.'s management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about JDL Securities Corporation, Inc.'s compliance with the exemption provisions. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph k(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.



Goldman & Company, CPA's, P.C.  
Marietta, Georgia  
November 27, 2019

goldman  
& COMPANY, CPAs

**JDL SECURITIES CORPORATION**

1001 Dove Street  
Suite 160  
Newport Beach, CA 92660  
Tel. 949/752-5206  
Fax 949/752-0631



**JDL SECURITIES CORPORATION**

**Exemption Report**

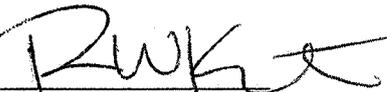
**SEPTEMBER 30, 2019**

JDL Securities Corporation (the "Company") is a registered broker-dealer subject to Rule 17a-5 promulgated by the Securities and Exchange Commission (17 C.F.R. §240.17a-5, "Reports to be made by certain brokers and dealers"). This Exemption Report was prepared as required by 17 C.F.R. § 240.17a-5(d)(1) and (4). To the best of its knowledge and belief, the Company states the following:

The Company claimed an exemption from 17 C.F.R. § 240.15c3-3 under the following provisions of 17 C.F.R. § 240.15c3-3 (k)(ii).

During the fiscal year ended September 30, 2019, the Firm met the provisions of this exemption without exception.

I, Robert Knutsen, affirm that, to my best knowledge and belief, this Exemption Report is true and correct.

By: 

Title: Chief Executive Officer

November 22, 2019

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM ON  
APPLYING AGREED-UPON PROCEDURES

To the Shareholder of  
JDL Securities Corporation, Inc.

We have performed the procedures included in Rule 17a-5(e)(4) under the Securities Exchange Act of 1934 and in the Securities Investor Protection Corporation (SIPC) Series 600 Rules, which are enumerated below and were agreed to by JDL Securities Corporation, Inc. and the SIPC, solely to assist you and SIPC in evaluating JDL Securities Corporation, Inc.'s compliance with the applicable instructions of the General Assessment Reconciliation (Form SIPC-7) for the year ended September 30, 2019. JDL Securities Corporation, Inc.'s management is responsible for its Form SIPC-7 and for its compliance with those requirements. This agreed-upon procedures engagement was conducted in accordance with standards established by the Public Company Accounting Oversight Board (United States) and in accordance with attestation standards established by the American Institute of Certified Public Accountants. The sufficiency of these procedures is solely the responsibility of those parties specified in this report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose. The procedures we performed and our findings are as follows:

- 1) Compared the listed assessment payments in Form SIPC-7 with respective cash disbursement records entries, noting no differences;
- 2) Compared the Total Revenue amounts reported on the Annual Audited Report Form X-17A-5 Part III for the year ended September 30, 2019 with the Total Revenue amount reported in Form SIPC-7 for the year ended September 30, 2019, noting no differences;
- 3) Compared any adjustments reported in Form SIPC-7 with supporting schedules and working papers, noting no differences;
- 4) Recalculated the arithmetical accuracy of the calculations reflected in Form SIPC-7 and in the related schedules and working papers supporting the adjustments, noting no differences; and
- 5) Compared the amount of any overpayment applied to the current assessment with the Form SIPC-7 on which it was originally computed, noting no differences.

We were not engaged to and did not conduct an examination or review, the objective of which would be the expression of an opinion or conclusion, respectively, on JDL Securities Corporation, Inc.'s compliance with the applicable instructions of the Form SIPC-7 for the year ended September 30, 2019. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of JDL Securities Corporation, Inc. and the SIPC and is not intended to be and should not be used by anyone other than these specified parties.



Goldman & Company, CPA's, P.C.  
Marietta, Georgia  
November 27, 2019

SIPC-7

(36-REV 12/18)

SECURITIES INVESTOR PROTECTION CORPORATION

P.O. Box 92185 Washington, D.C. 20090-2185  
202-371-8300

General Assessment Reconciliation

SIPC-7

(36-REV 12/18)

For the fiscal year ended **9/30/2019**

(Read carefully the instructions in your Working Copy before completing this Form)

TO BE FILED BY ALL SIPC MEMBERS WITH FISCAL YEAR ENDINGS

1. Name of Member, address, Designated Examining Authority, 1934 Act registration no. and month in which fiscal year ends for purposes of the audit requirement of SEC Rule 17a-5:

43494 FINRA SEP  
JDL SECURITIES CORP  
1001 DOVE ST STE 160  
NEWPORT BEACH CA 92660-2820

Note: If any of the information shown on the mailing label requires correction, please e-mail any corrections to form@sipc.org and so indicate on the form filed.

Name and telephone number of person to contact respecting this form.

Reny Greenleaf  
449-752-5206

2. A. General Assessment (Item 2e from page 2)	\$	<u>-0-</u>
B. Less payment made with SIPC-6 filed (exclude interest)	(	<u>-0-</u> )
<hr/>		
	Date Paid	
C. Less prior overpayment applied	(	<u>1,730.42</u> )
D. Assessment balance due or (overpayment)	(	<u>1,730.42</u> )
E. Interest computed on late payment (see instruction E) for _____ days at 20% per annum		<u>-0-</u>
F. Total assessment balance and interest due (or overpayment carried forward)	\$	<u>1,730.42</u>
G. PAYMENT: <input checked="" type="checkbox"/> the box		
Check mailed to P.O. Box <input type="checkbox"/> Funds Wired <input type="checkbox"/> ACH <input type="checkbox"/>		
Total (must be same as F above)	\$	<u>1,730.42</u>
H. Overpayment carried forward	\$(	<u>1,730.42</u> )

3. Subsidiaries (S) and predecessors (P) included in this form (give name and 1934 Act registration number):

The SIPC member submitting this form and the person by whom it is executed represent thereby that all information contained herein is true, correct and complete.

JDL securities Corporation

(Name of Corporation, Partnership, or other organization)

Reny Greenleaf

(Authorized Signature)

Dated the 28 day of October, 2019.

CEO

(Title)

This form and the assessment payment is due 60 days after the end of the fiscal year. Retain the Working Copy of this form for a period of not less than 6 years, the latest 2 years in an easily accessible place.

<b>SIPC REVIEWER</b>	Dates:	<u>          </u>	<u>          </u>	<u>          </u>
		Postmarked	Received	Reviewed
	Calculations	<u>          </u>	Documentation	<u>          </u>
	Exceptions:	<u>          </u>	Forward Copy	<u>          </u>
	Disposition of exceptions:	<u>          </u>		

**DETERMINATION OF "SIPC NET OPERATING REVENUES"  
AND GENERAL ASSESSMENT**

Amounts for the fiscal period  
beginning 10/1/2018  
and ending 9/30/2019

Item No.

Eliminate cents

2a. Total revenue (FOCUS Line 12/Part IIA Line 9, Code 4030)

\$ 2,200,552

2b. Additions:

(1) Total revenues from the securities business of subsidiaries (except foreign subsidiaries) and predecessors not included above.

-

(2) Net loss from principal transactions in securities in trading accounts.

-

(3) Net loss from principal transactions in commodities in trading accounts.

-

(4) Interest and dividend expense deducted in determining item 2a.

-

(5) Net loss from management of or participation in the underwriting or distribution of securities.

-

(6) Expenses other than advertising, printing, registration fees and legal fees deducted in determining net profit from management of or participation in underwriting or distribution of securities.

-

(7) Net loss from securities in investment accounts.

-

Total additions

0

2c. Deductions:

(1) Revenues from the distribution of shares of a registered open end investment company or unit investment trust, from the sale of variable annuities, from the business of insurance, from investment advisory services rendered to registered investment companies or insurance company separate accounts, and from transactions in security-futures products.

2,195,011

(2) Revenues from commodity transactions.

-

(3) Commissions, floor brokerage and clearance paid to other SIPC members in connection with securities transactions.

30,952

(4) Reimbursements for postage in connection with proxy solicitation.

-

(5) Net gain from securities in investment accounts.

-

(6) 100% of commissions and markups earned from transactions in (i) certificates of deposit and (ii) Treasury bills, bankers acceptances or commercial paper that mature nine months or less from issuance date.

-

(7) Direct expenses of printing advertising and legal fees incurred in connection with other revenue related to the securities business (revenue defined by Section 16(9)(L) of the Act).

3,105

(8) Other revenue not related either directly or indirectly to the securities business. (See Instruction C):

-

(Deductions in excess of \$100,000 require documentation)

(9) (i) Total interest and dividend expense (FOCUS Line 22/PART IIA Line 13, Code 4075 plus line 2b(4) above) but not in excess of total interest and dividend income.

\$ \_\_\_\_\_

(ii) 40% of margin interest earned on customers securities accounts (40% of FOCUS line 5, Code 3960).

\$ \_\_\_\_\_

Enter the greater of line (i) or (ii)

Total deductions

2,229,069

(28,518)

2d. SIPC Net Operating Revenues

\$ \_\_\_\_\_

2e. General Assessment @ .0015

\$ 0

(to page 1, line 2.A.)